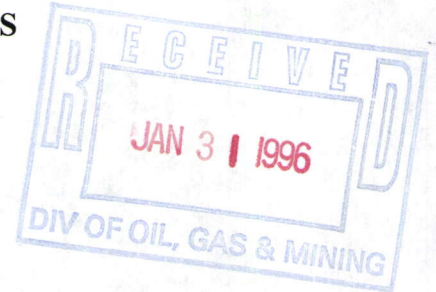


**STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING**

355 West North Temple
3 Triad center, Suite 350
Salt Lake City, Utah 84180-1203
Telephone: (801) 538-5340
Fax: (801) 359-3940



ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I. General Information

1. Report Time Period: From (mo./yr.) **1/95** To (mo./yr.) **12/95**
2. DOGM File Number (Mine No.): **M/045/004**
3. Mine Name: **Pine Canyon Reclamation Project**
4. Mineral(s) Mined (or permitted to mine): Copper and associated metals.
5. Type of mine: ☒ Surface Mine or ☐ Underground Mine
6. Legal Description, (Location of Lands Affected):

Portions of the

Section 17, S 1/2, SW 1/4;

Section 20, N1/2, NW 1/4, W 1/2, NE 1/4, SE 1/4, NE 1/4, E 1/2, SE 1/4;

Section 21, SW 1/4, SW 1/4;

Section 28, N 1/2, SW 1/4, NW 1/4;

Section 29, NE 1/4, NE 1/4;

Township 3 South, Range 3 West, Salt Lake Baseline and Meridian, Tooele County, Utah.

7. Name of Operator or Company: Kennecott Utah Copper Corporation
8. Permanent Street Address: P. O. Box 6001
City, State, Zip: Magna, UT 84044
Phone: (801) 252-3179
9. Company Representative (or designated operator):
Name: Elaine Dorward-King, Ph.D.
Title: Director, Environmental Affairs
Business Address: P. O. Box 6001
City, State, Zip: Magna, UT 84044
Phone: (801) 252-3179

☒ Please check if any of the above information has changed since previous year.

II. Mining and Reclamation

1. Was the mine active during the past year? Yes ☐ No ☒
2. If active, how much ore or mineral was mined? The mine was not active in 1995.
3. How much additional acreage was disturbed during the past year? 0 acres
4. Briefly describe any new or additional surface disturbances that occurred during the past year. This description should include the type of work performed, and volume of material moved.

No new or additional acreage was affected during this reporting period.

5. How much acreage was reclaimed during the past year? 0 acres
6. Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.

No new reclamation work occurred during this reporting period. The past year was spent monitoring the reclamation work that was performed over the past few years. Reclaimed areas that were not effected by the flash flood in 1993 continue to show significant amounts of established vegetation. The areas repaired from the 1993 flash flood are exhibiting successful establishment of initial revegetation.

7. What is the total disturbed acreage at years end?

The only disturbed acreage left in Pine Canyon are those sites identified in the 1988 reclamation plan that were left for long term use in the canyon. These sites include the Pine Canyon tunnel portal and concrete flume, production shaft headframe, access road, the warehouse/shop, culinary water system, water supply wells, power line to the wells, fresh water tank and the waste rock pile adjacent to the headframe.

8. Briefly summarize any mining and/or reclamation plans for the upcoming year.

No new reclamation activities are planned for 1996, however, the revegetation will be monitored for success. KUC is currently evaluating potential uses of the Pine Canyon Tunnel portal as part of KUC's overall water management program.

1996 marks the third year since the flash flood disturbed approximately 17.3 acres of reclaimed land in the canyon. The revegetation efforts in this area have proven successful and may be ready for inspection by the Division this spring depending on the weather.

NOTE: Section III., "Additional Information" applies only to **large mining operations.**

III. Additional Information

1. An updated surface facilities map should be attached if there have been significant changes since the previous map was submitted.

No significant changes occurred since last year. Therefore, no map will be submitted with this report.

2. Any monitoring results or other reports that are required under the terms of the approved notice of intention should also be submitted.

The following attachments provide the required water monitoring results as described in the approved notice of intent:

- 1995 Pine Canyon Water Sample Results
- 1995 Pine Canyon Water Level Information

IV. Signature Requirement

I hereby certify that the foregoing is true and correct.

Name (Typed or Print): Elaine Dorward-King, Ph.D.

Title of Operator: Director, Environmental Affairs

Signature of Operator: Elaine I. Dorward-King

Date: January 29, 1996

CARR FORK EXHAUST SHAFT WATER LEVELS
MONTHLY SUMMARY

| DATE | TIME | WATER ELEV (ft) |
|-----------|-------|--------------------|
| 28-Jan-95 | 16:00 | 6152.8 |
| 28-Feb-95 | 16:00 | 6151.8 |
| 28-Mar-95 | 16:00 | 6155.2 |
| 28-Apr-95 | 16:00 | 6163.0 |
| 28-May-95 | 16:00 | 6213.1 |
| 29-Jun-95 | 16:00 | 6242.5 |
| 28-Jul-95 | 16:00 | 6238.2 |
| 28-Aug-95 | 16:00 | 6230.4 |
| 28-Sep-95 | 16:00 | 6222.7 |
| 28-Oct-95 | 16:00 | 6216.4 |
| 21-Nov-95 | 14:52 | 6210.8 (1) |
| 20-Dec-95 | 08:55 | 6203.7 (1) |

NOTE: (1) manual sounding; all other readings recorded with SINCO VWP Data Collector.

10-Aug-92 Angle diamond drillhole D283 collared on the 6040.
 22-Aug-92 D283 intersects Carr Fork Exhaust Shaft at 5600'elev.
 17-May-93 Valve at D283 collar closed due to broken header pipe.
 16-Aug-93 Header pipe repaired and gate valve at D283 re-opened.
 28-Dec-94 NOS pumps turned off for recovery test.
 22-Feb-95 NOS pumps returned to intermittent service.

sde 09-Jan-96

| | Maximum contaminant level (EPA) | 27-Oct-93 | 27-Oct-93 | 19-Apr-94 | 09-Jun-94 | 12-Oct-94 | 25-Oct-94 | 02-May-95 | 05-Jul-95 | 06-Sep-95 | 09-Nov-95 |
|------------------|---------------------------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| Well Designation | | CFFA | CFEX | D283 | CFEX | D283 | CFSrvc | CFSrvc | CFSrvc | CFSrvc | CFSrvc |
| Sample type | | Bailed | Bailed | Spigot | WQ log | Spigot | Pumped | Pumped | Pumped | Pumped | Pumped |
| pH | | 6.79 | 6.90 | 6.73 | 6.80 | 6.78 | 7.36 | 7.14 | 7.30 | 7.01 | 7.25 |
| Conductivity | | 3320 | 3330 | 2630 | 3600 | 3290 | 1266 | 1145 | 1250 | 1200 | 1194 |
| TDS | | 3390 | 3490 | 3390 | NA | 3300 | 922 | 950 | 930 | 933 | 920 |
| Chloride | | 19 | 37 | 17 | NA | 17 | 15 | 17 | 19 | 17 | 17 |
| Sulfate | | 1610 | 1610 | 2040 | NA | 2090 | 390 | 434 | 464 | 437 | 463 |
| Bicarbonate | | 380 | 410 | 400 | NA | 410 | 260 | 306 | 289 | 240 | 239 |
| Carbonate | | < MDL | < MDL | < MDL | NA | < MDL | < MDL | < MDL | < MDL | < MDL | < MDL |
| Calcium | | 719 | 708 | 555 | NA | 625 | 186 | 139 | 190 | 187 | 190 |
| Magnesium | | 181 | 178 | 216 | NA | 240 | 79 | 67.2 | 64 | 73 | 61 |
| Sodium | | 18.4 | 19 | 16 | NA | 16 | 20 | 15.9 | 13 | 15 | 12 |
| Potassium | | 8.3 | 8.8 | 9.6 | NA | 9.1 | 4.2 | 2.9 | 3.4 | 3.6 | 3.6 |
| Copper | 1.3 | 0.005 | 0.003 | 0.016 | NA | < MDL | 0.004 | < MDL | < MDL | < MDL | < MDL |
| Iron | | 50 | 54 | 5.69 | NA | 56 | 8.2 | 6.2 | 6.3 | 6 | 9.8 |
| Manganese | | 6.46 | 6.65 | 10.5 | NA | 2.9 | 0.824 | 0.82 | 0.99 | 0.9 | < MDL |
| Zinc | | 1.11 | 0.94 | 1 | NA | 0.4 | 0.034 | 0.08 | 0.02 | 0.03 | 0.05 |
| Aluminum | | 0.11 | 0.33 | 0.46 | NA | 0.062 | 0.073 | NA | NA | NA | < MDL |
| Nickel | 0.1 | 0.04 | 0.06 | 0.1 | NA | 0.11 | 0.014 | < MDL | < MDL | < MDL | 0.05 |
| Arsenic | 0.05 | 0.11 | 0.128 | 0.19 | NA | 0.111 | 0.011 | 0.007 | 0.011 | 0.006 | 0.012 |
| Lead | 0 | 0.004 | 0.002 | < MDL | NA | 0.008 | < MDL | < MDL | < MDL | < MDL | < MDL |
| Mercury | 0.002 | NA | NA | NA | NA | NA | NA | 0.0002 | NA | NA | 0.0002 |
| Selenium | 0.05 | < MDL | < MDL | 0.023 | NA | 0.007 | < MDL | < MDL | < MDL | < MDL | < MDL |
| Molybdenum | | 0.02 | 0.03 | 0.035 | NA | 0.03 | 0.005 | 0.006 | 0.008 | < MDL | < MDL |
| Cadmium | 0.005 | NA | NA | NA | NA | 0.005 | < MDL | < MDL | < MDL | < MDL | < MDL |
| Chromium | 0.1 | NA | NA | NA | NA | NA | NA | < MDL | < MDL | < MDL | < MDL |
| Ion balance, % | | | | 7.13 | | | 10.44 | 6.59 | 5.33 | 13.59 | 4.64 |

NOTES: Reported analytes are "total metals" in mg/L.

MCLs are EPA regulated limits for public drinking water

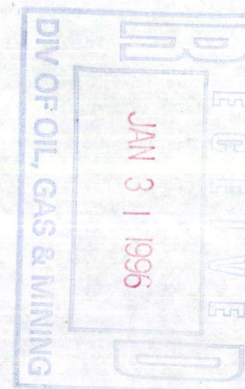
WQ log of 9-Jun-94 conducted by COLOG, Inc provided continuous downhole log of conductivity, pH, oxidation/reduction potential, & temperature.

CFFA - Carr Fork Fresh Air shaft

CFEX - Carr Fork EXhaust shaft

CFSrvc - Carr Fork Service shaft (BMS1356)

D283 - diamond drillhole D283



sde 04-Dec-95



Kennecott Environmental Laboratory
Certificate of Analysis: July 11, 1995

Sample Collection Date: 05/02/95

Page 1 of 1

Well Designation: **ANACONDA SERVICE**

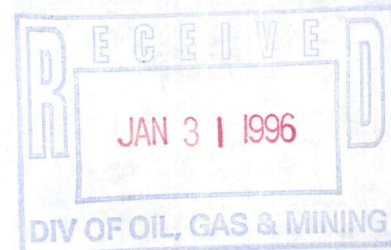
Total Metals

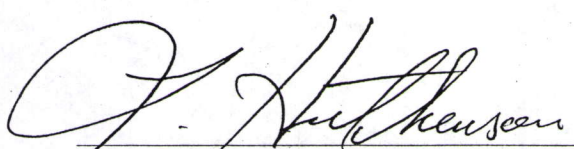
Dissolved Metals

KEL Sample ID #: AD03890

AD03891

| Analyte | Units | MDL | Result | Result |
|------------------------|--------------|--------|-----------|-----------|
| * pH | | | 7.14 | |
| * Temperature | Degrees C | | 13 | |
| * Conductivity | Micro mho/cm | 1 | 1145 | |
| Alkalinity | mg/L | 10 | 251 | |
| Calcium | mg/L | 0.1 | 139 | |
| Magnesium | mg/L | 0.1 | 67.2 | |
| Potassium | mg/L | 0.1 | 2.9 | |
| Sodium | mg/L | 1 | 15.9 | |
| Chloride | mg/L | 5 | 17 | |
| Sulfate | mg/L | 50 | 434 | |
| Fluoride | mg/L | 0.2 | 0.5 | |
| Nitrate | mg/L | 0.2 | Below MDL | |
| Nitrite | mg/L | 0.05 | Below MDL | |
| Total Dissolved Solids | mg/L | 10 | 950 | |
| Total Suspended Solids | mg/L | 1 | 13 | |
| Mercury | mg/L | 0.0002 | 0.0002 | |
| Arsenic | mg/L | 0.005 | 0.007 | Below MDL |
| Barium | mg/L | 0.01 | 0.03 | 0.03 |
| Cadmium | mg/L | 0.002 | Below MDL | Below MDL |
| Chromium | mg/L | 0.01 | Below MDL | Below MDL |
| Copper | mg/L | 0.02 | Below MDL | Below MDL |
| Iron | mg/L | 0.3 | 6.2 | 2.2 |
| Lead | mg/L | 0.005 | Below MDL | Below MDL |
| Manganese | mg/L | 0.01 | 0.82 | 0.77 |
| Molybdenum | mg/L | 0.003 | 0.006 | 0.004 |
| Nickel | mg/L | 0.03 | Below MDL | Below MDL |
| Selenium | mg/L | 0.003 | Below MDL | Below MDL |
| Silver | mg/L | 0.001 | Below MDL | Below MDL |
| Zinc | mg/L | 0.01 | 0.08 | 0.01 |




Approved by: Lynn A. Hutchinson
KEL Laboratory Director

* - results are for information purposes only,
these analyses were not run at KEL

Well Designation: **BMS1356**

Collection Date: 07/05/95

Submission Date: 07/06/95

Page: 1

Total
Metals

Dissolved
Metals

KEL Sample ID Numbers: **AD06987**
AD06988

| Analyte | Units | MDL | Result | Result |
|------------------------|--------------|-------|--------------|-----------|
| * Conductivity | Micro mho/cm | 1 | 1250 | |
| * Depth To Water | Feet | 0.01 | Not Analysed | |
| * Eh | Millivolts | 1 | 74 | |
| * pH | | | 7.29 | |
| * Temperature | Degrees C | | 16.0 | |
| * Dissolved Oxygen | mg/L | 1.0 | 1.0 | |
| * Ferrous Iron | mg/L | 0.1 | 5.0 | |
| * Sulfide | mg/l | 0.1 | Below MDL | |
| Alkalinity | mg/L | 10 | 237 | |
| Total Dissolved Solids | mg/L | 10 | 930 | |
| Total Suspended Solids | mg/L | 1.0 | 9.0 | |
| Calcium | mg/L | 0.1 | 190 | |
| Chloride | mg/L | 5 | 19 | |
| Fluoride | mg/L | 0.2 | 0.5 | |
| Potassium | mg/L | 0.5 | 3.4 | |
| Magnesium | mg/L | 0.1 | 64 | |
| Sodium | mg/L | 1.0 | 13 | |
| Nitrite Nitrogen | mg/L | 0.05 | Below MDL | |
| Nitrate Nitrogen | mg/L | 0.20 | Below MDL | |
| Sulfate | mg/L | 50 | 464 | |
| Silver | mg/L | 0.001 | Below MDL | Below MDL |
| Arsenic | mg/L | 0.005 | 0.011 | 0.005 |
| Barium | mg/L | 0.01 | 0.03 | 0.03 |
| Cadmium | mg/L | 0.002 | Below MDL | Below MDL |
| Chromium | mg/L | 0.010 | Below MDL | Below MDL |
| Copper | mg/L | 0.02 | Below MDL | Below MDL |
| Iron | mg/L | 0.30 | 6.30 | 5.00 |
| Manganese | mg/L | 0.01 | 0.99 | 0.88 |
| Molybdenum | mg/L | 0.003 | 0.008 | 0.005 |
| Nickel | mg/L | 0.03 | Below MDL | Below MDL |
| Lead | mg/L | 0.005 | Below MDL | Below MDL |
| Selenium | mg/L | 0.003 | Below MDL | Below MDL |
| Zinc | mg/L | 0.010 | 0.020 | 0.020 |

T. A. Hutchinson
Approved By: Lynn A. Hutchinson
KEL Laboratory Director

* = Included for information purposes only, not performed by KEL.

Well Designation: **BMS1356**

Collection Date: 09/06/95

Submission Date: 09/06/95

Page: 1

Total
Metals

Dissolved
Metals

KEL Sample ID Numbers: **AD10408**
AD10409

| Analyte | Units | MDL | Result | Result |
|------------------------|--------------|-------|-----------|-----------|
| * Conductivity | Micro mho/cm | 1 | 1200 | |
| * Depth To Water | Feet | 0.01 | 317.48 | |
| * Eh | Millivolts | 1 | 91 | |
| * pH | | | 7.01 | |
| * Temperature | Degrees C | | 15.5 | |
| * Carbonate | mg/L | 1.0 | Below MDL | |
| * Dissolved Oxygen | mg/L | 1.0 | 1.0 | |
| * Ferrous Iron | mg/L | 0.1 | 5.0 | |
| * Bicarbonate | mg/L | 1 | 240 | |
| * Sulfide | mg/l | 0.1 | Below MDL | |
| Alkalinity | mg/L | 10 | 240 | |
| Total Dissolved Solids | mg/L | 10 | 933 | |
| Total Suspended Solids | mg/L | 10 | 12.0 | |
| Calcium | mg/L | 0.1 | 187 | |
| Chloride | mg/L | 5 | 17 | |
| Fluoride | mg/L | 0.2 | 0.5 | |
| Potassium | mg/L | 0.5 | 3.6 | |
| Magnesium | mg/L | 0.1 | 73 | |
| Sodium | mg/L | 1.0 | 15 | |
| Nitrite Nitrogen | mg/L | 0.05 | Below MDL | |
| Nitrate Nitrogen | mg/L | 0.20 | Below MDL | |
| Sulfate | mg/L | 5 | 437 | |
| Silver | mg/L | 0.001 | Below MDL | Below MDL |
| Arsenic | mg/L | 0.005 | 0.006 | Below MDL |
| Barium | mg/L | 0.01 | 0.03 | 0.03 |
| Cadmium | mg/L | 0.002 | Below MDL | Below MDL |
| Chromium | mg/L | 0.010 | Below MDL | Below MDL |
| Copper | mg/L | 0.02 | Below MDL | Below MDL |
| Iron | mg/L | 0.30 | 6.00 | 5.00 |
| Manganese | mg/L | 0.01 | 0.90 | 0.90 |
| Molybdenum | mg/L | 0.003 | Below MDL | Below MDL |
| Nickel | mg/L | 0.03 | Below MDL | Below MDL |
| Lead | mg/L | 0.005 | Below MDL | Below MDL |
| Selenium | mg/L | 0.003 | Below MDL | Below MDL |
| Zinc | mg/L | 0.010 | 0.030 | 0.020 |

* = Included for information purposes only, not performed by KEL.



Well Designation: **BMS1356**


Collection Date: 11/09/95

Submission Date: 11/10/95

Page: 1

Total
MetalsDissolved
MetalsKEL Sample ID Numbers: **AD13039****AD13040**

| Analyte | Units | MDL | Result | Result |
|------------------------|--------------|--------|--------------|-----------|
| * Conductivity | Micro mho/cm | 1 | 1194 | |
| * Depth To Water | Feet | 0.01 | 332.04 | |
| * Eh | Millivolts | 1 | Not Analysed | |
| * pH | | | 7.25 | |
| * Temperature | Degrees C | | 15.0 | |
| * Dissolved Oxygen | mg/L | 1.0 | Not Analysed | |
| * Ferrous Iron | mg/L | 0.1 | Not Analysed | |
| * Sulfide | mg/l | 0.1 | Not Analysed | |
| Alkalinity | mg/L | 10 | 239 | |
| Total Dissolved Solids | mg/L | 20 | 920 | |
| Total Suspended Solids | mg/L | 3.0 | 11.2 | |
| Calcium | mg/L | 0.1 | 190 | |
| Chloride | mg/L | 5 | 17 | |
| Fluoride | mg/L | 0.2 | 0.5 | |
| Mercury | mg/L | 0.0002 | 0.0002 | |
| Potassium | mg/L | 0.5 | 3.6 | |
| Magnesium | mg/L | 0.1 | 61 | |
| Sodium | mg/L | 1.0 | 12 | |
| Nitrite Nitrogen | mg/L | 0.05 | Below MDL | |
| Nitrate Nitrogen | mg/L | 0.20 | Below MDL | |
| Sulfate | mg/L | 50 | 463 | |
| Silver | mg/L | 0.001 | Below MDL | Below MDL |
| Aluminum | mg/L | 0.005 | Below MDL | Below MDL |
| Arsenic | mg/L | 0.005 | 0.012 | Below MDL |
| Boron | mg/L | 0.01 | Below MDL | Below MDL |
| Barium | mg/L | 0.01 | 0.04 | 0.03 |
| Beryllium | mg/L | 0.002 | Below MDL | Below MDL |
| Cadmium | mg/L | 0.002 | Below MDL | Below MDL |
| Chromium | mg/L | 0.010 | Below MDL | Below MDL |
| Copper | mg/L | 0.02 | Below MDL | Below MDL |
| Iron | mg/L | 0.30 | 9.80 | 3.00 |
| Manganese | mg/L | 0.01 | Below MDL | Below MDL |
| Molybdenum | mg/L | 0.003 | Below MDL | Below MDL |
| Nickel | mg/L | 0.03 | 0.05 | Below MDL |
| Lead | mg/L | 0.005 | Below MDL | Below MDL |
| Antimony | mg/L | 0.005 | Below MDL | Below MDL |
| Selenium | mg/L | 0.003 | Below MDL | Below MDL |
| Titanium | mg/L | 0.010 | 0.520 | 0.520 |
| Thallium | mg/L | 0.002 | Below MDL | Below MDL |
| Zinc | mg/L | 0.010 | 0.050 | 0.050 |


Approved By: **Lynn A. Hutchinson**
KEL Laboratory Director

* = Included for information purposes only, not performed by KEL.

W
Kennecott Utah Copper Corporation
8315 West 3595 South
P.O. Box 6001
Magna, Utah 84044-6001
(801) 252-3179
(801) 252-3125 (FAX)

Elaine J. Dorward-King, Ph.D.
Director, Environmental Affairs

M/035/002
M/035/011
M/035/015
M/045/004
Kennecott

January 29, 1996

Mr. Wayne Hedberg, Permit Supervisor
Minerals Reclamation Program
Division of Oil, Gas, and Mining
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203

JAN 1 1996

Dear Mr. Hedberg:

Subject: Annual Reports for 1995, Kennecott Utah Copper

Enclosed please find the annual report forms completed for the following mine permits:

- M/035/002 **Bingham Pit & UCD Modernization**
- M/035/011 **4th Line/Copperton Concentrator**
- ✱ M/045/004 **Pine Canyon**
- M/035/005 **Saltair** (A permit was applied for in 1992 for the former Morton Salt Facility. No permit was issued by DOGM for this file number. The M/035/005 permit application has been superseded by Kennecott Utah Copper Corporation's application for the North Impoundment tailings storage area. See DOGM file number M/035/015.)
- M/035/015 **North Perimeter Impoundment** (As of the date of this writing, Mine Permit M/035/015 is pending final issuance by DOGM. Nevertheless, Kennecott is submitting a 1995 annual report under this file number with no activity to report.)

Kennecott requests that the permit application for M/035/005 **Saltair** be withdrawn at this time. Any future reference to the Former Morton Salt Facility should reflect Mine Permit number M/035/015 **North Impoundment** which envelopes the former Morton Salt Property.

Mr. Wayne Hedberg
January 29, 1996
Page 2

In addition to the reclamation documented in the attached reports, the following reclamation was conducted outside of the permit boundary KUC property:

- Smelter and surroundings - 204 acres hydro-seeded, 39 acres broadcast seeded
- Garfield and surroundings - 43 acres hydro-seeded, 41 drill seeded
- Utah Power Plant - 21 acres hydro-seeded
- Administrative area - 19 acres hydro-seeded
- HWY 201 landscape - 20 acres hydro-seeded
- Refinery landscaping - landscaping, sprinkling system, and lawn installed

Should you have any questions on these annual reports, please phone me at 252-3179.

Sincerely,



Elaine J. Dorward-King, Ph.D.
Director, Environmental Affairs

EJK\PD:bt

Enclosures
File. 12.220.800 (Annual)